

**ANNUAL FINANCIAL REPORT
ON SBA FORM 468
(CORPORATE SBICs)**

OMB Approval No 3245-0063
Expiration Date 7/31/2004

NAME OF LICENSEE:

LICENSE NUMBER:

STREET ADDRESS:

CITY, STATE, AND ZIP CODE:

COUNTY:

EMPLOYER ID NUMBER:

FOR THE REPORTING PERIOD ENDED:

MONTHS:

A - TOTAL ASSETS AT COST

B - OWNERSHIP

C - INDUSTRY CONCENTRATION

SIC CODE

Please Note: The estimated burden for completing this form is 17 hours per response. You will not be required to respond to this information collection if a valid OMB approval number is not displayed. If you have questions or comments concerning this estimate or other aspects of this information collection, please contact the US Small Business Administration, Chief, Administrative Information Branch, Washington, D.C. 20416 and/or Office of Management and Budget, Clearance Officer, Paperwork Reduction Project (3425-0063), Washington, D.C. 20503.

STATEMENT OF FINANCIAL POSITION
AS OF
(Amounts rounded to nearest dollar)

OMB Approval No. 3245-0063
Expiration Date 7/31/2004

Name of Licensee:

License No.:

ASSETS

LOANS AND INVESTMENTS:

	<u>COST</u>	<u>UNREALIZED DEPRECIATION</u>	<u>UNREALIZED APPRECIATION</u>	<u>VALUE (1)</u>
	(Col. 1)	(Col. 2)	(Col. 3)	(Col. 4)
Portfolio Securities:				
1 Loans	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>
2 Debt Securities	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>
3 Equity Securities	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>
4 TOTAL PORTFOLIO SECURITIES:	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>
Assets Acquired in Liquidation of Portfolio Securities:				
5 Receivables from Sale of Assets Acquired	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>
6 Assets Acquired	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>
7 TOTAL ASSETS ACQUIRED	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>
8 Operating Concerns Acquired	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>
9 Notes and Other Securities Received	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>
10 TOTAL LOANS AND INVESTMENTS	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>
11 Less Current Maturities				<input type="text"/>
12 Loans and Investments Net of Current Maturities				<input type="text"/>
Investment in 301(d) Licensee (2):				
13 Name <input type="text"/>				<input type="text"/>
License No. <input type="text"/>				

CURRENT ASSETS

14 Cash and Cash Equivalents	<input type="text"/>			
15 Invested Idle Funds	<input type="text"/>		<input type="text"/>	
16 Interest and Dividends Receivable	<input type="text"/>			
17 Notes and Accounts Receivable	<input type="text"/>			
18 Receivables from Parent or Other Associates	<input type="text"/>			
19 Less: Allowance for Losses (lines 16, 17 & 18)	<input type="text"/>		<input type="text"/>	
20 Current Maturities of Portfolio Securities	<input type="text"/>			
21 Current Maturities of Assets Acquired	<input type="text"/>			
22 Current Maturities of Operating Concerns Acquired	<input type="text"/>			
23 Current Maturities of Other Securities	<input type="text"/>		<input type="text"/>	
24 Other (specify) <input type="text"/>			<input type="text"/>	
25 Other (specify) <input type="text"/>			<input type="text"/>	<input type="text"/>

OTHER ASSETS

26 a. Furniture and Equipment	<input type="text"/>			
b. Less: Accumulated Depreciation	<input type="text"/>		<input type="text"/>	
27 Other (specify) <input type="text"/>			<input type="text"/>	
28 Other (specify) <input type="text"/>			<input type="text"/>	<input type="text"/>
29 TOTAL ASSETS				<input type="text"/>

(1) Column Headings apply to items 1 through 12 only. (Cost - Unrealized Depreciation + Unrealized Appreciation = Value)
(2) Note to item 13 should include percent owned, cost basis and changes resulting from equity method of accounting.

STATEMENT OF FINANCIAL POSITION
AS OF
(Amounts rounded to nearest dollar)

OMB Approval No. 3245-0063
Expiration Date 7/31/2004

Name of Licensee:

License No.:

LIABILITIES AND CAPITAL

LONG-TERM DEBT (Net of Current Maturities)

30 Notes and Debentures Payable to or Guaranteed by SBA	<input type="text"/>	
31 Notes and Debentures Payable to Others	<input type="text"/>	<input type="text"/>

CURRENT LIABILITIES

32 Accounts Payable and Accrued Expenses	<input type="text"/>	
33 Due to Parent or Other Associates	<input type="text"/>	
34 Accrued Interest Payable	<input type="text"/>	
35 Accrued Taxes Payable	<input type="text"/>	
36 a. Current Maturities of Line 30	<input type="text"/>	
b. Current Maturities of Line 31	<input type="text"/>	
37 Dividends Payable	<input type="text"/>	
38 Short-term Notes Payable/Lines of Credit	<input type="text"/>	
39 Other (specify) <input type="text"/>	<input type="text"/>	
40 Other (specify) <input type="text"/>	<input type="text"/>	<input type="text"/>

OTHER LIABILITIES

41 Deferred Credits	<input type="text"/>	
42 Other (specify) <input type="text"/>	<input type="text"/>	
43 Other (specify) <input type="text"/>	<input type="text"/>	<input type="text"/>
44 TOTAL LIABILITIES		<input type="text"/>

REDEEMABLE SECURITIES (guaranteed or purchased by SBA)

45 a. 4% Redeemable Preferred Stock (301(d) Licensees only)	<input type="text"/>	
b. Cumulative Undeclared 4% Dividends	<input type="text"/>	
46 TOTAL REDEEMABLE SECURITIES		<input type="text"/>

CAPITAL

47 Capital Stock	<input type="text"/>	
48 Paid-in Surplus	<input type="text"/>	
49 Restricted Contributed Capital Surplus	<input type="text"/>	
50 Capital Stock and Surplus		<input type="text"/>
51 3% Preferred Stock Purchased by SBA		<input type="text"/>
52 Unrealized Gain (Loss) on Securities Held		<input type="text"/>
53 Non-Cash Gains/Income	<input type="text"/>	
54 Undistributed Net Realized Earnings:		
a. Restricted (Equal to Cost of Treasury Stock)	<input type="text"/>	
b. Unrestricted	<input type="text"/>	
c. Total (54a plus 54b)	<input type="text"/>	
55 Undistributed Realized Earnings (53 plus 54c)		<input type="text"/>
56 Total		<input type="text"/>
57 Less: Cost of Treasury Stock		<input type="text"/>
58 TOTAL CAPITAL		<input type="text"/>
59 TOTAL LIABILITIES, REDEEMABLE SECURITIES AND CAPITAL (lines 44 plus 46 plus 58)		<input type="text"/>

STATEMENT OF OPERATIONS REALIZED
FOR MONTHS ENDED
(Amounts rounded to nearest dollar)

OMB Approval No. 3245-0063
Expiration Date 7/31/2004

Name of Licensee:

License No.:

INVESTMENT INCOME

1 Interest Income	<input type="text"/>
2 Dividend Income	<input type="text"/>
3 Income (Loss) from Investments in Partnerships/Flow-through Entities	<input type="text"/>
4 Income (Loss) from Investment in Section 301(d) Licensee	<input type="text"/>
5 Fees for Management Services	<input type="text"/>
6 Application, Closing and Other Fees	<input type="text"/>
7 Interest on Cash Equivalents and Invested Idle Funds	<input type="text"/>
8 Income from Assets Acquired in Liquidation of Loans and Investments (net of \$ <input type="text"/> Expenses)	<input type="text"/>
9 Other Income	<input type="text"/>

10 GROSS INVESTMENT INCOME

EXPENSES

11 Interest Expense	<input type="text"/>
12 Commitment Fees	<input type="text"/>
13 Other Financial Costs	<input type="text"/>
14 Officers' Compensation and Benefits	<input type="text"/>
15 Employee Compensation and Benefits	<input type="text"/>
16 Investment Advisory and Management Services	<input type="text"/>
17 Directors' and Stockholders Meetings	<input type="text"/>
18 Advertising and Promotion	<input type="text"/>
19 Appraisal and Investigation	<input type="text"/>
20 Communication	<input type="text"/>
21 Travel	<input type="text"/>
22 Cost of Space Occupied	<input type="text"/>
23 Depreciation and Amortization	<input type="text"/>
24 Insurance	<input type="text"/>
25 Payroll Taxes	<input type="text"/>
26 Other Taxes (excluding income taxes)	<input type="text"/>
27 Provision for Losses on Receivables (excluding loans receivable)	<input type="text"/>
28 Legal Fees	<input type="text"/>
29 Audit and Examination Fees	<input type="text"/>
30 Miscellaneous Expenses (attach schedule)	<input type="text"/>

31 TOTAL EXPENSES

32 NET INVESTMENT INCOME (LOSS) BEFORE INCOME TAXES

33 NET REALIZED GAIN (LOSS) ON INVESTMENTS BEFORE INCOME TAXES (1)

34 NET INCOME (LOSS) BEFORE INCOME TAXES AND NONRECURRING ITEMS

35 Income Tax Expense (Benefit)

36 NET INCOME (LOSS) BEFORE NONRECURRING ITEMS

37 Extraordinary Item

38 Cumulative Effect of Change in Accounting Principle

39 NET INCOME (LOSS)

(1) Provide supporting detail for all realized gains and losses on Page 14C of this form.

STATEMENT OF CASH FLOWS
FOR MONTHS ENDED
(page 1 of 2)
(Amounts rounded to nearest dollar)

OMB Approval No. 3245-0063
Expiration Date 7/31/2004

Name of Licensee:

License No.:

OPERATING ACTIVITIES:

Cash Inflows:

- 1 Interest Received from Portfolio Concerns
- 2 Dividends Received from Portfolio Concerns
- 3 Other Income Received from Portfolio Concerns
- 4 Management Services and Other Fees Received
- 5 Interest on Cash Equivalents and Invested Idle Funds
- 6 Cash Received from Assets Acquired in Liquidation
- 7 Other Operating Cash Receipts

Cash Outflows:

- 8 Interest Paid
- 9 Commitment Fees and Other Financial Costs
- 10 Investment Advisory and Management Fees
- 11 Officers, Directors and Employees' Compensation and Benefits
- 12 Operating Expenditures (excluding compensation and benefits)
- 13 Income Taxes Paid
- 14 Other Operating Cash Disbursements

15 NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES

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INVESTING ACTIVITIES:

Cash Inflows:

- 16 Loan Principal Payments Received from Portfolio Concerns
- 17 Returns of Capital Received from Portfolio Concerns
- 18 Net Proceeds from Disposition of Portfolio Securities
- 19 Liquidation of Idle Funds Investments
- 20 Other (Specify)

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Cash Outflows:

- 21 Purchase of Portfolio Securities
- 22 Loans to Portfolio Concerns
- 23 Idle Funds Investments
- 24 Other (Specify)

--

25 NET CASH PROVIDED BY (USED IN) INVESTING ACTIVITIES

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FINANCING ACTIVITIES:

Cash Inflows:

- 26 Proceeds from Issuance of SBA-Guaranteed Debentures
- 27 Proceeds from Non-SBA Borrowing
- 28 Proceeds from Sale of Stock or Other Capital Contribution
- 29 Other (Specify)

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Cash Outflows:

- 30 SBA Leverage Fees
- 31 Principal Payments on SBA-Guaranteed Debentures
- 32 Principal Payments on Non-SBA Borrowing
- 33 Redemption of 4% Preferred Stock
- 34 Redemption of 3% Preferred Stock
- 35 Redemption of Stock (excluding 3% and 4% Preferred)
- 36 Dividends Paid
- 37 Other (Specify)

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38 NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES

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STATEMENT OF CASH FLOWS
FOF MONTHS ENDED
(page 2 of 2)
(Amount rounded to nearest dollar)

OMB Approval No. 3245-0063
Expiration Date 7/31/2004

Name of Licensee:

License No.:

39 INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS
40 CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD
41 CASH AND CASH EQUIVALENTS AT END OF PERIOD (line 14, page 2C)

**RECONCILIATION OF NET INCOME (LOSS) TO NET CASH PROVIDED
BY (USED IN) OPERATING ACTIVITIES:**

42 Net Income (Loss) (page 4C, line 39)

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**Adjustments to Reconcile Net Income (Loss) to Net
Cash Provided by (Used in) Operating Activities:**

43 Depreciation and Amortization
44 Provision for Losses on Accounts Receivable
45 Provision for Deferred Income Taxes
46 (Income) Loss from Investments in Partnerships/Flow-through
Entities (excluding income received in cash)
47 Realized (Gain) Losses on Investments
48 Other (Specify)

**Changes in Operating Assets and Liabilities
Net of Noncash Items:**

49 (Increase) Decrease in Interest and Dividends Receivable
50 (Increase) Decrease in Other Current Assets
51 Increase (Decrease) in Accounts Payable
52 Increase (Decrease) in Accrued Interest Payable
53 Increase (Decrease) in Accrued Taxes Payable
54 Increase (Decrease) in Dividends Payable
55 Increase (Decrease) in Other Current Liabilities
56 Other (Specify)

57 Other (Specify)

58 NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES
(total must agree with line 15, page 5C)

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Supplemental disclosure of non-cash financing and investing activities may be required.
See FASB Statement No. 95, paragraph 32.

**STATEMENT OF STOCKHOLDERS' EQUITY
AS OF**

OMB Approval No. 3245-0063
Expiration Date 7/31/2004

(page 1 of 2)

(Amount rounded to nearest dollar)

Name of Licensee:

License No.:

**PART I. CAPITAL STOCK AND PAID-IN SURPLUS
(excluding capital contributed by SBA)**

CAPITAL STOCK	PAID-IN SURPLUS	TOTAL
(page 3C, line 47)	(page 3C, line 48)	
1 BALANCE AT BEGINNING OF PERIOD		
2 ADDITIONS:		
a. Capital stock issued for cash		
b. Capital stock issued for services rendered		
c. Capital stock issued for contributed non-cash assets		
d. Capitalization of Retained Earnings Available for Distribution		
e. Gain on Sale of Treasury Stock		
f. Other credits (specify) _____		
3 Total additions (sum of 2a through 2f)		
4 Subtotal (line 1 plus line 3)		
5 DEDUCTIONS:		
a. Retirement of capital stock		
b. Distributions in partial liquidation		
c. Loss on sale of Treasury Stock		
d. Other debits (specify) _____		
6 Total deductions (sum of 5a through 5d)		
7 BALANCE AT END OF PERIOD (line 4 minus line 6)-- total must agree with lines 47 and 48, page 3C		

PART II. UNDISTRIBUTED REALIZED EARNINGS

NON-CASH GAINS/ INCOME	UNDISTRIBUTED NET REALIZED EARNINGS	UNDISTRIBUTED REALIZED EARNINGS
(1)	(2)	(1)+(2)
1 BALANCE AT BEGINNING OF PERIOD		
2 ADDITIONS:		
a. Net investment income		
b. Realized gain (loss) on investments		
c. Gain on appreciation of securities distributed in kind		
d. Other (specify) _____		
3 Total additions (sum of 2a through 2d)		
4 Subtotal (line 1 plus line 3)		
5 DEDUCTIONS:		
a. Dividends-Cash		
b. Dividends-Stock		
c. Dividends-in-kind (at fair value)		
d. Capitalization of Retained Earnings Available for Distribution		
e. Other (specify) _____		
6 Total deductions (sum of 5a through 5e)		
7 Total before collection of non-cash gains/income(line 4 minus line 6)		
8 ADJUSTMENT: Collection of non-cash gains/income		
9 BALANCE AT END OF PERIOD (line 7 plus line 8)-- totals must agree with lines 53, 54c and 55, page 3C		

**STATEMENT OF STOCKHOLDERS' EQUITY
AS OF**

OMB Approval No. 3245-0063
Expiration Date 7/31/2004

(page 2 of 2)

(Amount rounded to nearest dollar)

Name of Licensee:

License No.:

PART III. UNREALIZED GAIN (LOSS) ON SECURITIES HELD

**1 NET UNREALIZED APPRECIATION (DEPRECIATION)
AT BEGINNING OF PERIOD**

2 INCREASE (DECREASE) IN UNREALIZED APPRECIATION

a. Portfolio securities:

(i) Increases

(ii) Decreases due to revaluation of securities

(iii) Decreases due to sale of securities

(iv) Decreases due to write-off of securities

b. Assets acquired in liquidation of portfolio securities

c. Operating concerns acquired

d. Notes and other securities received

3 TOTAL (sum of 2a through 2d)

4 Subtotal (line 1 plus line 3)

5 (INCREASE) DECREASE IN UNREALIZED DEPRECIATION

a. Portfolio securities

(i) Increases

(ii) Decreases due to revaluation of securities

(iii) Decreases due to sale of securities/repayment of principal

(iv) Decreases due to write-off of securities

b. Assets acquired in liquidation of portfolio securities

c. Operating concerns acquired

d. Notes and other securities received

6 TOTAL (sum of 5a through 5d)

**7 NET UNREALIZED APPRECIATION (DEPRECIATION) AT
END OF PERIOD (line 4 plus line 6)**

**8 LESS: Estimated future tax expense (benefit) on
net unrealized appreciation (depreciation)**

**9 UNREALIZED GAIN (LOSS) ON SECURITIES HELD --
total must agree with line 52, page 3C**

**I. RETAINED EARNINGS AVAILABLE FOR DISTRIBUTION
II. REGULATORY AND LEVERAGEABLE CAPITAL
AS OF**
(Amounts rounded to nearest dollar)

OMB Approval No. 3245-0063
Expiration Date 7/31/2004

Name of Licensee:

License No.:

PART I. RETAINED EARNINGS AVAILABLE FOR DISTRIBUTION OR CAPITALIZATION

1 Undistributed Net Realized Earnings--Unrestricted (line 54b, page 3C)	<input type="text"/>
2 LESS: Unrealized Depreciation (line 10, column 2, page 2C)	<input type="text"/>
3 ADD: Cumulative Undeclared Dividends on 4% Redeemable Preferred Stock--Section 301(d) Licensees only (line 45b, page 3C)	<input type="text"/>
4 RETAINED EARNINGS AVAILABLE FOR DISTRIBUTION OR CAPITALIZATION	<input type="text"/>

PART II. SCHEDULE OF REGULATORY AND LEVERAGEABLE CAPITAL

1 Capital Stock and Paid-in Surplus (sum of lines 47 and 48, page 3C)	<input type="text"/>
2 ADD: Unfunded binding commitments from Institutional Investors	<input type="text"/>
3 LESS: Regulatory Deductions	
a. Organization Expenses Not Approved by SBA (1)	<input type="text"/>
b. Capital Stock Issued for Services	<input type="text"/>
c. Capital Stock Issued for Non-cash Assets (unless approved by SBA for inclusion in Regulatory Capital or converted to cash)	<input type="text"/>
d. Investment in 301(d) Licensee	<input type="text"/>
e. Treasury Stock at Cost	<input type="text"/>
f. Other (specify) <input type="text"/>	<input type="text"/>
4 Total Regulatory Deductions (Sum of 3a through 3f)	<input type="text"/>
5 Other Adjustments to Regulatory Capital <input type="text"/>	<input type="text"/>
6 REGULATORY CAPITAL (sum of lines 1, 2, 4 and 5)	<input type="text"/>
7 LESS: Unfunded binding commitments from institutional investors	<input type="text"/>
8 LESS: Non-cash assets included in Regulatory Capital, other than eligible investments in Small Concerns	<input type="text"/>
9 LESS: Other deductions (specify) <input type="text"/>	<input type="text"/>
10 LEVERAGEABLE CAPITAL (sum of lines 6 through 9)	<input type="text"/>

PART IIa. ADJUSTMENTS TO REGULATORY CAPITAL FOR CAPITAL IMPAIRMENT AND OVERLINE PURPOSES

COMPLETE THIS PART IIa ONLY IF (1) LICENSEE HAS COMPLETED THE REPURCHASE OF ITS 3% PREFERRED STOCK FROM SBA, AND/OR (2) PURSUANT TO 13 CFR 107.740(C), LICENSEE WISHES TO INCREASE ITS OVERLINE LIMITATION BY THE AMOUNT OF ITS NET UNREALIZED GAINS ON MARKETABLE SECURITIES. NOTE: Licensee must have positive Retained Earnings Available for Distribution at the time the increased overline limit is established.

11 REGULATORY CAPITAL (Part II, line 6)	<input type="text"/>
12 ADD: Restricted Contributed Capital Surplus (line 49, page 3C)	<input type="text"/>
13 ADJUSTED REGULATORY CAPITAL FOR IMPAIRMENT PURPOSES (line 11 plus line 12)	<input type="text"/>
14 ADD: Net Unrealized Gains on Marketable Securities (2)	<input type="text"/>
15 ADJUSTED REGULATORY CAPITAL FOR OVERLINE PURPOSES (line 13 plus line 14)	<input type="text"/>

- (1) Deduct only those organizational expenses which were not accepted as reasonable by SBA.
(2) As defined in 13 CFR 107.740(c). Attach a schedule showing the following for each marketable security: name of Small Business Concern, Market in which traded, names of market makers for companies not listed on a stock exchange or NASDAQ, class of security, cost, valuation, and unrealized gain or loss in accordance with the requirements of Section 107.740(c).

OMB Approval No. 3245-0063
Expiration Date 7/31/2004

License No.:

1	2	3	4	5	6	7
Name of Small Business	Amount of Commitment	Date Made	Expiration Date	Loan, Debt, or Equity?	New investment or follow-on?	If follow-on, is existing investment a Portfolio Security, Asset Acquired, or Operating Concern Acquired?
TOTAL						

[illegible][illegible]

SCHEDULE OF GUARANTEES AS OF						
Name of Licensee:						License No.:
1	2	3	4	5	6	7
Name of Small Business	Guarantee Amount	Date Made	Expiration Date	Name of Guaranteed Party	Is guarantee collateralized? If so, by what?	Description of underlying obligation of Small Business
TOTAL						

[illegible][illegible][illegible][illegible][illegible][illegible][illegible]

SCHEDULE OF GUARANTEES AS OF						
Name of Licensee:						License No.:
1	2	3	4	5	6	7
Name of Small Business	Guarantee Amount	Date Made	Expiration Date	Name of Guaranteed Party	Is guarantee collateralized? If so, by what?	Description of underlying obligation of Small Business
TOTAL						

SCHEDULE OF GUARANTEES AS OF						
Name of Licensee:						License No.:
1	2	3	4	5	6	7
Name of Small Business	Guarantee Amount	Date Made	Expiration Date	Name of Guaranteed Party	Is guarantee collateralized? If so, by what?	Description of underlying obligation of Small Business
TOTAL						

[illegible][illegible][illegible][illegible][illegible][illegible][illegible]

SCHEDULE 1		SCHEDULE OF LOANS AND INVESTMENTS AS OF					OMB Approval No. 3245-0063 Expiration Date 7/31/2004			
Name of Licensee:							License No.:			
1	2			3	4	5	6	7	8	9
Description of Investment	See Note (1) Below (a) (b) (c)			Security Type- See Note (2) Below (a) (b) (c)	Cost at Beginning of Period	Additions/ (Deductions)	Description of Addition/Deduction	Cost at End of Period	Unrealized Appreciation (Depreciation)	Fair Value as Determined by Board of Directors

Employer ID No.: _____ LMI Investment: _____
 Invest Date: _____ Invest Amt: _____ Interest Rate: _____
 Mat. Date: _____
 No. Shares: _____ % Total Equity: _____ % of Total Voting: _____
 NAICS Code: _____ Address: _____
 Repayment Terms: _____
 Collateral: _____
 Type of Shares: _____
 Equity Features: _____
 Other Comments: _____

- (1) (a): Put a "D" in this column if the Financing has become delinquent as to interest and/or principal.
 (b): Put a "P" in this column if the Financing is a participation or a joint financing with an Associate as defined in the instructions for Schedule 5.
 (c): Put an "S" in this column if this is a Financing of a "Smaller Concern" in accordance with section 107.710(a).
- (2) (a): Indicate the category of Loans and Investments in which the financing is included on page 2C: L=Loans; D=Debt; E=Equity; R=Receivables from sale of assets acquired; AA=Assets acquired; OC=Operating concerns acquired; NS=Notes and other securities received
 (b): P=Publicly Traded and Marketable (as defined in section 107.50); PR=Public-Restricted; PE=Public-Encumbered; NP=Nonpublic
 (c): EC=Equity Capital Investment (as defined in section 107.50), V=Venture Capital Financing (as defined in section 107.1160(f))

SCHEDULE 1 A/B

1 A. SUMMARY OF LOANS AND INVESTMENTS
1 B. SMALLER ENTERPRISE FINANCINGSOMB Approval No. 3245-0063
Expiration Date 7/31/2004

Name of Licensee:

License No.:

1 A. SUMMARY OF LOANS AND INVESTMENTS

1	2	3	4	5	6
Investment Category	Cost at Beginning of Period	Additions/ (Deductions)	Cost at End of Period	Unrealized Appreciation (Depreciation)	Fair Value as Determined by Board of Directors
TOTAL LOANS (line 1, page 2C)					
TOTAL DEBT SECURITIES (line 2, page 2C)					
TOTAL EQUITY SECURITIES (line 3, page 2C)					
TOTAL PORTFOLIO SECURITIES (line 4, page 2C)					
TOTAL ASSETS ACQUIRED (line 7, page 2C)					
TOTAL OPERATING CONCERNS ACQUIRED (line 8, page 2C)					
TOTAL NOTES AND OTHER SECS. RECEIVED (line 9, page 2C)					
TOTAL LOANS AND INVESTMENTS (line 10, page 2C)					

1B. SMALLER ENTERPRISE FINANCINGS

1 Cumulative dollar amount of Smaller Enterprise Financings extended between April 25, 1994 and close of reporting fiscal year.

2 Cumulative dollar amount of all Financings extended between April 25, 1994 and close of reporting fiscal year.

3 Percentage of total Financings extended to Smaller Enterprises (line 1 divided by line 2)

SEE 13 CFR 107.710 FOR PERCENTAGE OF TOTAL FINANCINGS WHICH MUST BE IN SMALLER ENTERPRISES.

SCHEDULE 2	SCHEDULE OF REALIZED GAINS AND LOSSES ON LOANS AND INVESTMENTS FOR MONTHS ENDED							OMB Approval No. 3245-0063 Expiration Date 7/31/2004
Name of Licensee:	License No.							
1	2	3	4	5	6	7	8	9
Name of Small Business	Security Type (1)	Transaction Type (2)	Net Sales Price	Cost	Net Realized Gain (Loss)			Name and Address of Purchaser (applies to sales and exchanges)
					Total	Cash	Non-cash (gains only)	
TOTAL								

(1) Security Type: L = Loans, D = Debt, E = Equity, AA = Assets Acquired, OC = Operating concerns acquired, NS = Notes and Other Securities Received

(2) Transaction Type: S = Sale, E = Exchange, C = Charge-off

SCHEDULE 3		SCHEDULE OF NON-CASH GAINS/INCOME AS OF				OMB Approval No. 3245-0063 Expiration Date 7/31/2004	
Name of Licensee:						License No.	
1	2	3	4	5	6	7	
Name of Small Business	Description of Non-cash Gains/Income (1)	Balance at Beginning of Period	Additions During Period	Collections During Period	Balance at End of Period	Amount of "Includible Non-cash Gain" for Capital Impairment Purposes	
TOTAL							

- (1) Examples of non-cash gains and income include the following:
- Non-cash gains on sale or exchange of securities
 - Interest income accrued on deferred interest notes, zero coupon bonds or similar instruments
 - Dividends received in kind
 - Accrued interest converted into a new note or added to principal of an existing note. The amount of any such interest which was previously included in Undistributed Net Realized Earnings must be reclassified to Non-cash Gains/Income.

SCHEDULE 4

SCHEDULE OF DELINQUENT LOANS AND INVESTMENTS
AS OF

OMB Approval No. 3245-0063
Expiration Date 7/31/2004

Name of Licensee:

License No.

[illegible]

SCHEDULE 5	SCHEDULE OF PARTICIPATIONS AND JOINT FINANCINGS AS OF	OMB Approval No. 3245-0063 Expiration Date 7/31/2004
Name of Licensee:		License No.

PART I. PARTICIPATIONS AND JOINT FINANCINGS INITIATED BY LICENSEE							
1	2	3	4	5	6	7	8
Name of Small Business	L / D / E (1)	P / J (2)	Total Amount of Financing-original cost	Financing provided by Licensee-original cost	Financing provided by Licensee-current balance	Name of Co-investors	Did Licensee sell any interest with recourse? (3)

PART II. PARTICIPATION AND JOINT FINANCINGS INITIATED BY OTHER INVESTORS							
1	2	3	4	5	6	7	8
Name of Small Business	L / D / E (1)	P / J (2)	Total Amount of Financing-original cost	Financing provided by Licensee-original cost	Financing provided by Licensee-current balance	Names of Co-investors (identify initiating investor)	Does Licensee have recourse to any co-investor? (3)

- (1) Indicate "L" for Loan, "D" for Debt, "E" for Equity.
 (2) Indicate "P" for Participation, "J" for Joint Financing (see "Instructions for Preparation of SBA Form 468" for definitions).
 (3) If yes, provide details on a separate sheet of paper.

SCHEDULE 6**SCHEDULE OF CASH AND INVESTED IDLE FUNDS
AS OF**OMB Approval No. 3245-0063
Expiration Date 7/31/2004

Name of Licensee:

License No.

COMPLETE SCHEDULE ONLY IF LICENSEE HAS, OR PLANS TO APPLY FOR, SBA LEVERAGE**I. U.S. GOVERNMENT OBLIGATIONS (direct or guaranteed)**

Description	Maturity Date	Amount

II. REPURCHASE AGREEMENTS WITH FEDERALLY-INSURED INSTITUTIONS

Name and Location of Financial Institution	Maturity Date	Amount

III. CERTIFICATES OF DEPOSIT ISSUED BY FEDERALLY - INSURED INSTITUTIONS

Name and Location of Financial Institution	Maturity Date	Amount

IV. DEMAND DEPOSIT, MONEY MARKET, AND SAVINGS ACCOUNTS IN FEDERALLY - INSURED INSTITUTIONS

Name and Location of Financial Institution	Description	Amount

V. OTHER CASH AND INVESTED IDLE FUNDS

Description	Maturity Date (if applicable)	Amount

TOTAL CASH, CASH EQUIVALENTS AND IDLE FUNDS
(total must agree with sum of lines 14 and 15, page 2C)

SCHEDULE 7	SCHEDULE OF ACTIVITY AS OF (Amount rounded to nearest dollar)	OMB Approval No. 3245-0063 Expiration Date 7/31/2004
Name of Licensee:		License No.:

PART I FIRST ACTIVITY TEST

1. Cash & cash equivalents (page 2C, line 14)	<input style="width: 100%;" type="text"/>
2. Invested idle funds (page 2C, line 15)	<input style="width: 100%;" type="text"/>
3. Total cash and idle funds	<input style="width: 100%;" type="text"/>
4. Total Assets at Cost:	
a. Total Assets (page 2C, line 29)	<input style="width: 100%;" type="text"/>
b. ADD: Unrealized Depreciation (page 2C, line 10, col. 2)	<input style="width: 100%;" type="text"/>
c. LESS: Unrealized Appreciation (page 2C, line 10, col. 3)	<input style="width: 100%;" type="text"/>
d. Total Assets at cost	<input style="width: 100%;" type="text"/>
5. Line 3 Divided by Line 4d (expressed as a percentage)	<input style="width: 100%;" type="text"/>

IF LINE 5 IS LESS THAN OR EQUAL TO 20 PERCENT, LICENSEE IS NOT INACTIVE--
 DO NOT COMPLETE PART II
 IF LINE 5 IS GREATER THAN 20%, COMPLETE THE SECOND ACTIVITY TEST IN PART II

PART II SECOND ACTIVITY TEST

6. Financings during past 18 months:	
a. Loans	<input style="width: 100%;" type="text"/>
b. Debt	<input style="width: 100%;" type="text"/>
c. Equity	<input style="width: 100%;" type="text"/>
d. Guarantees	<input style="width: 100%;" type="text"/>
7. Total (lines 6a through 6d)	<input style="width: 100%;" type="text"/>
8. Regulatory Capital	<input style="width: 100%;" type="text"/>
9. Line 7 divided by line 8 (expressed as a percentage)	<input style="width: 100%;" type="text"/>

IF LINE 9 IS LESS THAN 20%, LICENSEE MAY BE INACTIVE UNDER SECTION 107.590-
 ATTACH EXPLANATION OF INACTIVITY AND PLANNED CORRECTIVE ACTION.

SCHEDULE 8

SHAREHOLDERS, OFFICERS AND
DIRECTORS, AND MANAGEMENT
AS OFOMB Approval No. 3245-0063
Expiration Date 7/31/2004

Name of Licensee:

License No.:

1	2	3	4	5	6	
Name and Address	Officer/Director/ Manager -- give exact title(s)	Title of Class Owned or Controlled	Shares legally or beneficially owned or controlled?	Number of Shares Owned or Controlled	% Owned or Controlled of Total Class Outstanding	
					Beginning of Period	End of Period

INSTRUCTIONS

Any Licensee which has SBA leverage outstanding, or which expects to apply for leverage in the current fiscal year, must prepare an annual update of its plan of operations. The update must be submitted to SBA as an addendum to the Licensee's Annual Financial Report on Form 468. SBA will consider the information provided as part of its evaluation of the financial soundness of the Licensee, in accordance with the provisions of Section 406 of the Small Business Equity Enhancement Act.

The plan update must include analysis and discussion of key events of the past year, as well as expectations for the current year. SBA expects that most Licensees will be able to provide the required information in a narrative of no more than 3 pages.

Content of Report

1. For the fiscal year ended, the Licensee should discuss the following:
 - a. Major positive and negative events which affected overall performance during the year; highlight any significant differences between last year's plan and actual performance
 - b. Any significant changes in the operations of the Licensee, such as changes in organizational structure, scope of operations, level or phase of investment activity, or types of investments being made
 - c. Any management changes
 - d. Any lawsuits or other events giving rise to contingent liabilities
2. For the current fiscal year, the Licensee should discuss the following:
 - a. Levels of new and follow-on investment anticipated
 - b. Anticipated exits from investments
 - c. Any material changes expected in investment strategy or portfolio composition
 - d. Any material changes expected in overhead expenditures
 - e. Any changes expected in management
 - f. Any other anticipated events which may have a significant effect on Licensee's performance

ECONOMIC DATA FOR PORTFOLIO CONCERNS
(unaudited)

OMB Approval No. 3245-0063
Expiration Date 7/31/2004

Name of Licensee:

License No.

1	2	3	4		5	6	7	8
Name of Portfolio Concern and Employer ID Number	Most recent fiscal year end (Mo./Year)	Full-time equivalent employees at fiscal year end	Income taxes paid during most recent fiscal year:		Total employee income tax withholding for fiscal year:		Gross revenue for most recent fiscal year	After-tax profit(loss) for most recent fiscal year
			Federal	State and Local	Federal	State and Local		
Emp. ID:								

CERTIFICATIONS

OMB Approval No. 3245-0063
Expiration Date 7/31/2004

Name of Licensee:

License No.

MANAGEMENT CERTIFICATION

I, _____, the Chief Financial Officer of _____
(Licensee), do hereby certify as follows:

1. The audited Annual Financial Report for the fiscal year ended _____ submitted by _____ (Licensee) to the Small Business Administration on SBA Form 468 is true and correct in all aspects. The statements and schedules listed below have been omitted from the submission.
2. _____ (Licensee) has filed all federal, state and local tax returns required through the date hereof, including but not limited to income and payroll tax returns.

STATEMENTS AND SCHEDULES OMITTED:

Date: _____

By: _____

Name: _____

Title: Chief Financial Officer

SECRETARY'S CERTIFICATION

I, _____ the duly elected, qualified and acting Secretary of _____
(Licensee), do hereby certify as follows:

1. _____ (Licensee) is in good standing under the laws of the State of _____
2. The minutes of the meeting of the Board of Directors of _____ (Licensee) on _____, document that the Board at such meeting, reviewed and approved the audited Annual Financial Report of such company for the fiscal year ended _____

Date: _____

By: _____

Name: _____

Title: Secretary

Title 18, Sections 1001 and 1006 of the U.S. Code subjects to punishment by fine and/or imprisonment any person who makes any oral or written statement, entry or representation to SBA, knowing it to be false, or willfully conceals a material fact, in a matter within SBA's jurisdiction or who with intent to defraud shares, directly or indirectly, any benefits derived from any act of an SBIC. Title 15, Section 645(a) subjects to punishment by fine and/or imprisonment any person making a false statement or willfully overvaluing any security, for the purpose of obtaining for himself or another any loan, extension thereof, or the acceptance, release or substitution of security therefor, or for the purpose of influencing in any way the action of SBA, or for the purpose of obtaining money or anything of value.